

Franchise Tax Board**SUMMARY ANALYSIS OF AMENDED BILL**

Author: AR&T Committee Analyst: Kristina E. North Bill Number: AB 2978
Related Bills: See Prior Analysis Telephone: 845-6978 Amended Date: May 2, 2002
Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Conformity to Federal Victims of Terrorism Tax Relief Act of 2001.

- ☒ DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced February 27, 2002.
- ☐ AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.
- ☐ AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.
- ☐ FURTHER AMENDMENTS NECESSARY.
- ☐ DEPARTMENT POSITION CHANGED TO _____.
- ☒ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 27, 2002, STILL APPLIES.
- ☐ OTHER - See comments below.

SUMMARY

This bill would conform state law to specified sections of the federal Victims of Terrorism Tax Relief Act of 2001 to do the following:

- ◆ exempt items from income for certain disasters or acts of terrorism,
- ◆ extend certain taxpayer deadlines, and
- ◆ allow disclosure of certain taxpayer information to federal agencies.

SUMMARY OF AMENDMENT

The May 2, 2002, amendments resolved the department's implementation considerations by clarifying that the Franchise Tax Board may only release information to federal agencies and must not disclose information that would impair the integrity of tax investigations. Except for these changes, the remainder of the department's analysis of this bill as introduced February 27, 2002, still applies. The technical consideration and the Board's position are restated below for convenience.

POSITION

Pending.

Board Position:

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input checked="" type="checkbox"/> PENDING

Legislative Director

Date

Brian Putler

5/7/02

TECHNICAL CONCERN

The correct title of the federal act is the “Victims of Terrorism *Tax* Relief Act of 2001.” The author may wish to make this change to avoid confusion or misapplication.

LEGISLATIVE STAFF CONTACT

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